

FY 2006-07 BUDGET
SUMMARY OF REVENUES AND EXPENDITURES

Section Title: FACILITIES FUND
Section/Index No: 687202

Sub-Object No. and Title	Adopted 2005-06	Requested 2006-07	Difference	Percent Change
REVENUES:				
<u>USE OF MONEY</u>				
1700 Interest on Pooled Cash	\$25,000	\$4,000	(\$21,000)	(84.00%)
1801 Rent - Real Estate	2,366,622	2,577,911	211,289	8.93%
Subtotal Use of Money	\$2,391,622	\$2,581,911	\$190,289	7.96%
<u>MISCELLANEOUS REVENUE</u>				
4102 Donations/Reimbursements	\$0	\$0	\$0	N/A
4107 PG&E Rebates	\$1,641,294	\$0	(\$1,641,294)	(100.00%)
4303 State Grants	\$0	\$0	0	N/A
Subtotal Miscellaneous Revenue	\$1,641,294	\$0	(\$1,641,294)	(\$1)
<u>ADMINISTRATIVE CONTROL ACCOUNT</u>				
4200 ENT - LTD PROCEEDS	\$0	\$950,000	\$950,000	N/A
4209 ENT - LTD PROCEEDS - Clearing	0	(950,000)	(950,000)	N/A
Subtotal Administrative Control	\$0	\$0	\$0	N/A
<u>OTHER FINANCING SOURCES</u>				
4625 OT - W/in Special Dist - BOS	\$2,000,000	\$0	(\$2,000,000)	(100.00%)
Subtotal Other Financing Sources	\$2,000,000	\$0	(\$2,000,000)	(100.00%)
TOTAL REVENUES	\$6,032,916	\$2,581,911	(\$3,451,005)	(57.20%)

EXPENDITURES:

<u>SERVICES AND SUPPLIES</u>				
6040 Communications	\$12,000	\$80,000	\$68,000	566.67%
6085 Janitorial Services	\$118,000	\$120,000	\$2,000	1.69%
6104 Fire Insurance	0	0	0	N/A
6180 Maintenance - Buildings	370,000	370,000	0	0.00%
6190 Landscape Service	32,000	30,000	(2,000)	(6.25%)
6522 District Services	150,000	100,000	(50,000)	(33.33%)
7320 Utilities	300,000	300,000	0	0.00%
Subtotal Services and Supplies	\$982,000	\$1,000,000	\$18,000	1.83%
<u>OTHER CHARGES</u>				
7920 Interest	\$429,495	\$448,885	\$19,390	4.51%
7980 Depreciation	\$630,000	\$636,000	\$6,000	0.95%
Subtotal Other Charges	\$1,059,495	\$1,084,885	\$25,390	2.40%

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Sub-Object No. and Title	Adopted 2005-06	Requested 2006-07	Difference	Percent Change
<u>FIXED ASSETS</u>				
8500 Land	\$0	\$0	\$0	N/A
8510 Buildings/Improvements	3,701,970	950,000	(2,751,970)	(74.34%)
<i>Subtotal Fixed Assets</i>	<u>\$3,701,970</u>	<u>\$950,000</u>	<u>(\$2,751,970)</u>	<u>(74.34%)</u>
<u>OTHER FINANCING USES</u>				
8625 OT - W/in Special Dist - BOS	\$0	\$187,292	\$187,292	N/A
<i>Subtotal Other Financing Uses</i>	<u>\$0</u>	<u>\$187,292</u>	<u>\$187,292</u>	<u>N/A</u>
<u>ADMIN CONTROL</u>				
9200 ENT - Principal	\$500,762	\$493,026	(\$7,736)	(1.54%)
9209 ENT - Principal Clearing	(500,762)	(493,026)	7,736	(1.54%)
<i>Subtotal Admin Control</i>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>N/A</u>
TOTAL EXPENDITURES	\$5,743,465	\$3,222,177	(\$2,521,288)	(43.90%)
TOTAL NET COST <i>(Expenditures Minus Revenues)</i>	(\$289,451)	\$640,266	\$929,717	(321.20%)

FY 2006-07 BUDGET
CHARACTER JUSTIFICATION

Department - Division: Sonoma County Water Agency - Internal Service Fund

Section Title: Facilities Fund

Character: Use of Money and Property

Character No.: 687202-17

1700 Interest on Pooled Cash

This account records interest on pooled cash held for the Agency by the County Treasurer's office. Estimated interest is projected based on cash on hand and current interest rate trends.

Estimated Average Cash Balance	\$100,000
Projected Interest Rate	4.00%
Projected/Planned Interest on Pooled Cash	\$4,000

1801 Rent - Real Estate

This account records the rental income received for the Agency's General Fund for use of Agency Administrative, Flood Control, and Operations and Maintenance facilities and maintenance facilities at the Airport treatment plant. Rental income will be maintained at a level sufficient to cover facilities operations and maintenance costs, debt service, and depreciation.

4200 ENT - LTD Proceeds

This item records proceeds from a long term loan to finance the design of the new O&M building and modifications to the new Administration facility.

4209 ENT - LTD Proceeds - Clearing

This is the clearing account for sub object 4200 - LTD Proceeds.

Character: Services and Supplies

Character No.: 687202-60

6040 Communications

PCAS No. Various

This item covers costs for the telephone system upgrades at the Administration Building.

6085 Janitorial Services

PCAS No. 516

This item is requested to provide funds for custodial services for the Agency's Administration building and O&M Center.

6104 Fire Insurance

PCAS No. 516

This item is requested to provide funds for fire insurance for Agency facilities at West College Avenue and 404 aviation Blvd.

6180 Maintenance - Buildings

PCAS No. 516

Maintenance - Buildings covers all maintenance costs of the Agency's administrative office complex and the maintenance building at the Airport treatment plant.

6190 Landscape Service

PCAS No. 516

Landscape Service covers the cost of grounds and landscape maintenance at the administrative complex. No increase is requested.

6522 District Services

This item is requested to provide funds to charge salary and benefits for staff assigned to projects that deal with the Administration building at 404 Aviation Blvd.

7320 Utilities

PCAS No. 516

This item includes the costs of gas, electric, and water at the Agency's administrative office complex and the maintenance building at the Airport treatment plant.

FY 2006-07 BUDGET
CHARACTER JUSTIFICATION

Department - Division: Sonoma County Water Agency - Internal Service Fund

Section Title: Facilities Fund

Character Title: Other Charges

Character No.: 687202-75

7920 Interest

This account reflects the interest expense on the loan to purchase the the new Administrative facility in the Airport Business Park.

7980 Depreciation

This item is requested to provide appropriations for depreciation of the Agency's Administrative Offices and the maintenance facilities at the Airport treatment plant. No expenditure of funds is made.

Character: Fixed Assets

Character No.: 687202-85

8500 Land

PCAS No. 3107 (Admin Bldg Expansion)

This item is requested to provide funds for land acquisition for facilities expansion. No funds are requested for FY 06-07.

8510 Buildings/Improvements

These funds will be used for:

1) Additional design work for the new O&M building and modifications to the new administrative facility (\$950,000). This project will be funded through a long term loan.

Character Title: Administrative Control Account

Character No.: 687202-92

9200 Ent - Principal

This account reflects the principal payments due on the outstanding loan for the purchase of the new Administrative facility in the Airport Business Park.

The interest rate is 4.65%. Payments began April 15, 2004 and will continue semi-annually until April 15, 2016. The FY 06-07 principal payment of \$493,026 is based on the amortization schedule prepared at the time the loan was received. The original loan amount was \$8,800,000. The outstanding loan balance on July 1, 2006 (following the FY 05-06 P&I payment on April 15, 2006) will be \$7,895,346.

9209 Ent - Principal Clearing

This is the clearing account for sub-object 9200, Ent - Principal.

FY 2006-07 BUDGET
STATEMENT OF SPECIAL FUND ACTIVITY

Department: Sonoma County Water Agency - Internal Service Fund
Section: Facilities Fund
Index No.: 687202

DESCRIPTION OF FUND ACTIVITY	Actual FY 04-05	Estimated FY 05-06	Requested FY 06-07
Undesignated/Unreserved <u>BEGINNING</u> Fund Balance			
Available for Budgeting (See Detailed Components Below)	\$964,423	(\$474,203)	\$195,694
Annual Revenues and Expenditures:			
Revenues - Increase fund balance	\$1,986,860	\$5,970,194	\$2,581,911
Expenditures - (Decrease) fund balance	(\$4,399,677)	(\$5,505,108)	(\$3,222,177)
Net Surplus or Deficit - Increase/(Decrease) to fund balance	(\$2,412,817)	\$465,086	(\$640,266)
Adjustments to Reserves/Encumbrances:			
Outstanding Encumbrance - Net Change	1,086,406		
Proceeds from Issuance			
Long Term Debt Proceeds	0	0	950,000
Book Value of Land sold to State (Russel Ave)	-		
Proceeds from State Grant			0
9200 Enterprise - Principal-Capital Lease	(357,562)	(357,561)	(493,026)
Principal Payments Photovoltaic		(126,380)	
Increase in Capital Lease Payable	(3,464)	77,100	
7980 Depreciation	248,811	611,652	636,000
Net Adjustment - Increase/(Decrease) to Fund Balance	\$974,191	\$204,811	\$1,092,974
Undesignated/Unreserved <u>ENDING</u> Fund Balance			
Available for Budgeting	(\$474,203)	\$195,694	\$648,402
Total Increase/(Decrease) in Fund Balance for Fiscal Year <i>(Difference between Beginning and Ending Balance)</i>	(\$1,438,626)	\$669,897	\$452,708
<u>Fund Balance Components at Beginning of FY</u>	<u>7/1/04</u>	<u>7/1/05</u>	
Cash	\$2,246,732	\$2,246,732	
Accounts Payable	(\$37,624)	(\$37,624)	
Interest Payable	(\$83,577)	(\$83,577)	
Capital Lease Payable	(\$73,636)	\$73,636	
Encumbrances	(\$1,087,472)	(\$1,087,472)	
Total Beginning Fund Balance	\$964,423	\$1,111,695	

FY 2006-07 BUDGET
SUMMARY OF REVENUES AND EXPENDITURES

Section Title: ACQUISITION FUND
Section/Index No: 687301

Sub-Object No. and Title	Adopted 2005-06	Requested 2006-07	Difference	Percent Change
REVENUES:				
<u>USE OF MONEY</u>				
1700 Interest on Pooled Cash	\$0	\$0	\$0	N/A
<i>Subtotal Use of Money</i>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>N/A</u>
<u>ADMINISTRATIVE CONTROL ACCOUNT</u>				
4200 ENT - LTD PROCEEDS	\$0	\$0	\$0	N/A
4209 ENT - LTD PROCEEDS - Clearing	0	0	0	N/A
<i>Subtotal Administrative Control</i>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>N/A</u>
<u>OTHER FINANCING SOURCES</u>				
4625 OT - W/in Special Dist - BOS	\$0	\$187,292	\$187,292	N/A
<i>Subtotal Other Financing Sources</i>	<u>\$0</u>	<u>\$187,292</u>	<u>\$187,292</u>	<u>N/A</u>
TOTAL REVENUES	\$0	\$187,292	\$187,292	N/A
EXPENDITURES:				
<u>OTHER CHARGES</u>				
7920 Interest	\$0	\$86,258	\$86,258	N/A
<i>Subtotal Other Charges</i>	<u>\$0</u>	<u>\$86,258</u>	<u>\$86,258</u>	<u>N/A</u>
<u>ADMIN CONTROL</u>				
9200 ENT - Principal	\$0	\$101,034	\$101,034	N/A
9209 ENT - Principal Clearing	\$0	(\$101,034)	(101,034)	N/A
<i>Subtotal Admin Control</i>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>N/A</u>
TOTAL EXPENDITURES	\$0	\$86,258	\$86,258	N/A
TOTAL NET COST (Expenditures Minus Revenues)	\$0	(\$101,034)	(\$101,034)	N/A

FY 2006-07 BUDGET
CHARACTER JUSTIFICATION

Department - Division: Sonoma County Water Agency - Internal Service Fund

Section Title: Acquisition Fund

Character: Use of Money and Property

Character No.: 687301-17

1700 Interest on Pooled Cash

This account records interest on pooled cash held for the Agency by the County Treasurer's office. Estimated interest is projected based on cash on hand and current interest rate trends.

Estimated Average Cash Balance	\$0
Projected Interest Rate	4.00%
Projected/Planned Interest on Pooled Cash	<u>\$0</u>

4200 ENT - LTD Proceeds

This item records proceeds from a long term loan to finance the design of the new O&M building and modifications to the new Administration facility.

4209 ENT - LTD Proceeds - Clearing

This is the clearing account for sub object 4200 - LTD Proceeds.

Character Title: Other Financing Sources

Character No.: 687301-46

4625 OT - W/in Special Dist - BOS

This item records transfers of funds from the ISF Facilities Fund to pay Interest Expenses for the long-term loans for facilities expansion and improvements.

Character Title: Other Charges

Character No.: 687301-75

7920 Interest

This account reflects the interest expense on the loan to purchase the the new Administrative facility in the Airport Business Park.

Character: Other Financing Uses

Character No.: 687301-86

8625 Operating Transfers W/in Special Districts

PCAS No. 3107 (Admin Bldg Expansion)

This item is requested to make operating transfers to the ISF Facilities of Long term debt proceeds.

FY 2006-07 BUDGET
CHARACTER JUSTIFICATION

Department - Division: Sonoma County Water Agency - Internal Service Fund

Section Title: Acquisition Fund

Character Title: Administrative Control Account

Character No.: 687301-92

9200 Ent - Principal

This account reflects the principal payments due on the outstanding loan for the purchase of the new Administrative facility in the Airport Business Park.

The interest rate is 4.65%. Payments began April 15, 2004 and will continue semi-annually until April 15, 2016. The FY 06-07 principal payment of \$493,026 is based on the amortization schedule prepared at the time the loan was received. The original loan amount was \$8,800,000. The outstanding loan balance on July 1, 2006 (following the FY 05-06 P&I payment on April 15, 2006) will be \$7,895,346.

9209 Ent - Principal Clearing

This is the clearing account for sub-object 9200, Ent - Principal.

FY 2006-07 BUDGET
STATEMENT OF SPECIAL FUND ACTIVITY

Department: Sonoma County Water Agency - Internal Service Fund
Section: Acquisition Fund
Index No.: 687301

DESCRIPTION OF FUND ACTIVITY	Actual FY 04-05	Estimated FY 05-06	Requested FY 06-07
Undesignated/Unreserved <u>BEGINNING</u> Fund Balance Available for Budgeting (See Detailed Components Below)	\$0	\$1,037	\$1,037
Annual Revenues and Expenditures:			
Revenues - Increase fund balance	\$1,037	\$0	\$187,292
Expenditures - (Decrease) fund balance	\$0	(\$2,000,000)	(\$86,258)
Net Surplus or Deficit - Increase/(Decrease) to fund balance	\$1,037	(\$2,000,000)	\$101,034
Adjustments to Reserves/Encumbrances:			
Outstanding Encumbrance - Net Change	0		
Proceeds from Issuance	2,000,000		
Long Term Debt Proceeds	0	0	0
Book Value of Land sold to State (Russel Ave)	-		
Proceeds from State Grant			0
9200 Enterprise - Principal-Capital Lease	-	-	(101,034)
Principal Payments Photovoltaic		-	
Increase in Capital Lease Payable	(2,000,000)	2,000,000	
7980 Depreciation	-	-	-
Net Adjustment - Increase/(Decrease) to Fund Balance	\$0	\$2,000,000	(\$101,034)
Undesignated/Unreserved <u>ENDING</u> Fund Balance Available for Budgeting	\$1,037	\$1,037	\$1,037
Total Increase/(Decrease) in Fund Balance for Fiscal Year (Difference between Beginning and Ending Balance)	\$1,037	\$0	\$0
<u>Fund Balance Components at Beginning of FY</u>	<u>7/1/04</u>	<u>7/1/05</u>	
Cash	\$0	\$2,001,037	
Accounts Payable	\$0	\$0	
Interest Payable	\$0	\$0	
Capital Lease Payable	\$0	(\$2,000,000)	
Encumbrances	\$0	\$0	
Total Beginning Fund Balance	\$0	\$1,037	